

APR 03 '06

S.D. SEC. of STATE

1540470

BOND INFORMATION STATEMENT

State of South Dakota

SDCL 6-8B-19

Return to: Secretary of State
State Capitol
500 E. Capitol
Pierre, SD 57501-5077

FILING FEE: \$1.00

TELEPHONE: #(605) 773-3537

Every public body, authority, or agency issuing any general obligation, revenue, improvements, industrial revenue, special assessment, or other bonds of any type shall file with the Secretary of State a bond information statement concerning each issue of bonds.

1. Name of issuer: City of Mitchell.
2. Designation of issue: \$3,371,514 Tax Increment Revenue Bonds (Tax Increment District # 7), Series 2005
3. Date of issue: March 2, 2006.
4. Purpose of issue: Infrastructure improvements and economic development
5. Type of bond: Taxable.
6. Principal amount and denomination of bond: \$3,371,514
7. Paying dates of principal and interest:

See attached Schedule.


8. Amortization schedule:

See attached Schedule.

9. Interest rate or rates, including total aggregate interest cost:

See attached Schedule.

This is to certify that the above information pertaining to the Tax Increment Revenue Bonds (Tax Increment District # 7), Series 2005 is true and correct on this 2nd day of March 2006.


By: Marilyn Wilson
Its: Finance Officer

ATTACHMENT TO BOND INFORMATION STATEMENT

Maximum principal amount of \$3,371,514.00 to be paid on or before January 1, 2025 together with interest thereon from the March 2, 2006 at the Initial Interest Rate of 6.75% until December 31, 2010 and on January 1, 2011 and thereafter at an interest rate equal to the five year Constant Maturity Treasury Index plus 2.75% (the "Adjusted Interest Rate"). The interest rate shall be adjusted on January 1, 2011, January 1, 2016 and January 1, 2021, provided that the interest rate as adjusted shall have a ceiling of 9.5%, a floor of 5.75% and shall not be adjusted greater than 1.25% in any one adjustment. Interest shall be capitalized for the first 66 months (the "Capitalized Term") following the Bond Date or such time as the Tax Increments are sufficient to pay principal and interest when due. During the Capitalized Term all tax increments shall be applied first to principal and then to interest, any short fall shall be paid from the Capitalized Interest Fund set up for said purpose or from the Guarantors. On each payment date, the City shall apply the Tax Increments to the payment of interest and any proceeds remaining shall be applied to principal (a "Turbo Redemption"). The Principal and Interest Payment Schedule shall be modified upon each Turbo Redemption by reamortizing the outstanding principal over the remaining time to Maturity Date